

Webb County, Texas
 Computation of Legal Debt Margin
 September 30, 2003

Webb County is authorized, under Article III, Section 52, of the Texas Constitution, to issue bonds payable from ad valorem taxes for the construction and maintenance of roads. There is no constitutional or statutory limit as to the rate of bonds issued pursuant to such constitutional provision. However, there is a 25% limitation of the assessed valuation of real property in the County as to the amount of bonds which may be issued.

Assessed Valuation of Real Property		\$	7,552,251,895
Assessed Valuation of All Taxable Property			7,301,151,991
Debt Limit, 25% of Real Property Assessed Valuation			1,888,062,974
Amount of Debt Applicable to Constitutional Debt Limit:			
Total Bonded Debt Applicable	60,122,710		
Less Debt Service Fund Cash	<u>(7,007)</u>		60,129,717
Legal Debt Margin, Under Article III Section 52, of the Texas Constitution		\$	<u><u>1,827,933,257</u></u>
Bonds Issued Under Texas General Laws Debt Limit, 5% of Assessed Valuation of All Taxable Property		\$	365,057,600
Amount of Debt Applicable to Constitutional Debt Limit:			
Total Debt - Certificates of Obligation	60,122,710		
Less Debt Service Fund Cash	<u>(7,007)</u>		60,129,717
Legal Debt Margin, Under Texas General Laws		\$	<u><u>304,927,883</u></u>